From:

William Stokes

To: Date: Joelle Burns 12/26/03 10:22AM

Subject:

Re: Todd Harris - ML 42750 - S/027/070

I hope you had a good Holiday. Anyway S/027/070 is the project number that was originally applied to Gemstone/Fossil lease ML 42750-A. ML 42750-A was canceled for failure to pay rentals in 2-20-2002. The Certificate of deposit is in the name of Marlow Cropper and the Ut School and Institutional Trust The lands were later leased again to Todd Harris under Lease # ML 49492. I will mail you a copy of the certificate of Deposit. We have not been notified of any transfer. Todd Harris, Marlow Cropper, and Clay Holman all work together in the gemstone/fossil business and Marlow Cropper is the person who backs most of their ventures. It may be Mr. Cropper who will replace the bond with DOGM's name on it. Let me know what you want to do. We will not release the present CD until you have an appropriate surety in place.

>>> Joelle Burns 12/24/03 02.34PM >>> Hi Will:

I called, but you had already left for Christmas Eve. Merry Christmas!

I called to see if there was a surety posted for this project. John looked it up and said there was a \$5,000 surety in place. Could you please send over a copy of that surety. We have received a transfer to transfer this permit from Todd Harris to Clay Holman. If you didn't have a bond, I'm sure we would require one from Mr. Holman before we processed the transfer. Could you let us know who posted the surety, etc. etc. I assume if Mr. Harris posted the bond, Holman's will need to replace it anyway - then we could hold it and get our name on the bond.

Have they notified you to transfer (reassign) the lease?

I have sent the transfer form up the pipe for signature. Let me know.

Thanks Joelle